ABSTRACT

This research aims to determine the effect of liquidity, leverage, asset growth and institutional ownership on dividend policy with firm size and profitability as control variables. Dividend policy is measured using the dividend payout ratio.

The research using secondary data and the population of this research is 176 *manufacturing companies listed on the Indonesia Stock Exchange in the* 2015-2019 *period. The method used is purposive sampling,* 39 *manufacturing firm were obtained as the sample of this research. The analytical method used in this research is multiple linear regression analysis.*

The results of this research indicate that liquidity has a positive and insignificant effect on dividend policy, leverage and asset growth have a negative and significant effect on dividend policy, and institutional ownership has a positive and significant effect on dividend policy.

Keywords : Liquidity, Leverage, Asset Growth, Institutional Ownership, Dividend Policy